

## **C - Economic Development Cabinet**

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## **C - Economic Development Cabinet**

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**C - Economic Development Cabinet****Operating Budget****Summary Totals**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>						
General Fund	22,083,200	22,083,200		20,619,300	20,619,300	
Restricted Funds	5,030,600	5,030,600		5,720,000	5,720,000	
Federal Funds	155,400	155,400		155,400	155,400	
<b>Regular Total Funds</b>	<b>27,269,200</b>	<b>27,269,200</b>		<b>26,494,700</b>	<b>26,494,700</b>	
Continuing	(6,500,000)	(6,500,000)		1,501,700	1,501,700	
<b>TOTAL FUNDS</b>	<b>20,769,200</b>	<b>20,769,200</b>		<b>27,996,400</b>	<b>27,996,400</b>	

**II. EXPENDITURE CATEGORY**

Personnel Costs	10,881,200	10,881,200		11,321,300	11,321,300	
Operating Expenses	2,311,300	2,311,300		2,499,300	2,499,300	
Grants, Loans, Benefits	7,576,700	7,576,700		13,210,800	13,210,800	
Debt Service				965,000	965,000	
<b>TOTAL EXPENDITURES</b>	<b>20,769,200</b>	<b>20,769,200</b>		<b>27,996,400</b>	<b>27,996,400</b>	

**III. BASE LEVEL BUDGET BY FUND SOURCE**

General Fund	22,083,200	22,083,200		19,985,300	19,985,300	
Restricted Funds	5,030,600	5,030,600		5,720,000	5,720,000	
Federal Funds	155,400	155,400		155,400	155,400	
<b>Regular Total Funds</b>	<b>27,269,200</b>	<b>27,269,200</b>		<b>25,860,700</b>	<b>25,860,700</b>	
Continuing	(6,500,000)	(6,500,000)		1,501,700	1,501,700	
<b>TOTAL BASE LEVEL</b>	<b>20,769,200</b>	<b>20,769,200</b>		<b>27,362,400</b>	<b>27,362,400</b>	

**IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE**

General Fund				634,000	634,000	
<b>TOTAL ADDITIONAL</b>				<b>634,000</b>	<b>634,000</b>	

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## C - Economic Development Cabinet

## Capital Budget

## Summary Totals

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
<b>I. CAPITAL PROJECT RECAP BY FUND SOURCE</b>						
Restricted Funds	13,825,000	13,825,000		10,985,000	10,985,000	
Bond Funds	20,000,000	20,000,000				
<b>TOTAL CAPITAL</b>	<b>33,825,000</b>	<b>33,825,000</b>		<b>10,985,000</b>	<b>10,985,000</b>	

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**C - Economic Development Cabinet****Operating Budget****Secretary - Economic Development**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>						
General Fund	7,977,200	7,977,200		11,918,300	12,152,300	234,000
Restricted Funds	1,984,900	1,984,900		2,432,700	2,432,700	
<b>Regular Total Funds</b>	<b>9,962,100</b>	<b>9,962,100</b>		<b>14,351,000</b>	<b>14,585,000</b>	<b>234,000</b>
Continuing						
<b>TOTAL FUNDS</b>	<b>9,962,100</b>	<b>9,962,100</b>		<b>14,351,000</b>	<b>14,585,000</b>	<b>234,000</b>
<b>II. EXPENDITURE CATEGORY</b>						
Personnel Costs	4,513,200	4,513,200		4,638,900	4,638,900	
Operating Expenses	1,023,100	1,023,100		1,136,300	1,136,300	
Grants, Loans, Benefits	4,425,800	4,425,800		8,575,800	8,575,800	
Debt Service					234,000	234,000
<b>TOTAL EXPENDITURES</b>	<b>9,962,100</b>	<b>9,962,100</b>		<b>14,351,000</b>	<b>14,585,000</b>	<b>234,000</b>
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>						
General Fund	7,977,200	7,977,200		11,518,300	11,518,300	
Restricted Funds	1,984,900	1,984,900		2,432,700	2,432,700	
<b>Regular Total Funds</b>	<b>9,962,100</b>	<b>9,962,100</b>		<b>13,951,000</b>	<b>13,951,000</b>	
Continuing						
<b>TOTAL BASE LEVEL</b>	<b>9,962,100</b>	<b>9,962,100</b>		<b>13,951,000</b>	<b>13,951,000</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>						
General Fund				400,000	634,000	234,000
<b>TOTAL ADDITIONAL</b>				<b>400,000</b>	<b>634,000</b>	<b>234,000</b>
<b>V. ADDITIONAL BUDGET ITEMS</b>						
<b>5 NEW Fayette County Community Ventures Corporation Initiatives</b>						
ABRC36A0005 Fayette County Community Ventures Corporation Initiatives						
General Fund				400,000	400,000	
<b>Project Total</b>				<b>400,000</b>	<b>400,000</b>	
<b>6 NEW New Debt Service</b>						
ABRC36A0006 Provide debt service for Airport Relocation Assistance.						
General Fund					234,000	234,000
<b>Project Total</b>					<b>234,000</b>	<b>234,000</b>
<b>TOTAL ADDITIONAL</b>				<b>400,000</b>	<b>634,000</b>	<b>234,000</b>

**Fiscal Biennium 2004-2006  
Budget Modification Report**

02/28/05 8:00 AM

**Office of the Secretary**

**BILL AS INTRODUCED**

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

**"Department for Regional Development:** Included in the above General Fund appropriation is \$251,900 in fiscal year 2004-2005 and \$256,200 in fiscal year 2005-2006 for the Department for Regional Development. Notwithstanding KRS 42.4592, the General Fund appropriations for the Department for Regional Development shall be funded from the Local Government Economic Development Fund prior to any other statutory distribution from the Local Government Economic Development Fund."

**"Kentucky Technology Service Grant:** Included in the above Restricted Funds appropriation is \$300,000 in fiscal year 2004-2005 and \$150,000 in fiscal year 2005-2006 for the Kentucky Technology Service Grant administered by the Kentucky Manufacturing Assistance Center. Included in the above General Fund appropriation is \$150,000 in fiscal year 2005-2006 for the Kentucky Technology Service Grant."

**"Louisville Waterfront Development Corporation:** Included in the above Restricted Funds appropriation is \$420,800 in fiscal year 2004-2005 and \$420,800 in fiscal year 2005-2006 for the Louisville Waterfront Development Corporation."

**"Department of Innovation and Commercialization for a Knowledge-Based Economy:** Included in the above Restricted Funds appropriation is \$560,600 in fiscal year 2004-2005 and \$1,140,000 in fiscal year 2005-2006 for the Department of Innovation and Commercialization for a Knowledge-Based Economy. Also included in the above General Fund appropriation is \$3,992,600 in fiscal year 2004-2005 and \$7,379,400 in fiscal year 2005-2006. A portion of these funds shall be used for the Innovation and Commercialization Centers and ideaFestival grant of \$1,500,000 in fiscal year 2005-2006 administered by the Kentucky Science and Technology Corporation."

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**Office of the Secretary**

**"New Economy High-Tech Construction and High-Tech Investment Pools:** Included in the above General Fund appropriation is \$3,625,000 in fiscal year 2004-2005 and \$3,500,000 in fiscal year 2005-2006 for the Innovation and Commercialization High-Tech Construction and High-Tech Investment Pools. Notwithstanding KRS 42.4592, the General Fund appropriation for the Department of Innovation and Commercialization for a Knowledge-Based Economy shall be funded from the Local Government Economic Development Fund prior to any statutory distribution from the Local Government Economic Development Fund. The Commissioner of the Department of Innovation and Commercialization for a Knowledge-Based Economy shall determine the amounts to be apportioned between the High-Tech Investment and High-Tech Construction Pools."

**"Funding for Innovation and Commercialization:** Notwithstanding Subtitle 20 of KRS Chapter 154, interest income earned on balances in the High-Technology Construction Pool and the High-Technology Investment Pool shall be used to support the Department of Innovation and Commercialization for a Knowledge-Based Economy within the Cabinet for Economic Development. Upon the recommendation of the Commissioner, these funds are authorized and appropriated to fund High-Technology Construction Pool and High-Technology Investment Pool projects. Loan repayments received by the High-Technology Construction and High-Technology Investment Pools are appropriated in addition to amounts specified in Part II, Capital Projects Budget, of this Act."

The State/Executive Branch Budget Bill, Part II, Capital Budget, includes a language provision that directs:

**"Apportionment of Funds:** The Commissioner of the Department of Innovation and Commercialization for a Knowledge-Based Economy shall determine the amounts to be apportioned between the High-Tech Investment Pool and the High-Tech Construction Pool."

**HOUSE REPORT**

The House concurs with the Bill as Introduced with the following change:

The House adds a Part I, Operating Budget, language provision as follows:

**"Federal Research Laboratory:** Agencies within state government, including but not limited to the Economic Development Cabinet, the Council on Postsecondary Education, the Office of the Governor, and the state postsecondary institutions shall provide technical assistance and pool resources as necessary for the purpose of recruiting a federal research laboratory to the Commonwealth. The Department of Innovation and Commercialization for a Knowledge-Based Economy shall serve as the central point of contact and coordination for this effort."

**Fiscal Biennium 2004-2006  
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**Office of the Secretary**

**SENATE REPORT**

The Senate concurs with the House Report with the following changes:

The Senate adds a Part I, Operating Budget, language provision as follows:

**"Debt Service:** Included in the above General Fund appropriation is \$234,000 in fiscal year 2005-2006 for debt service to support new bonds as set forth in Part II of this Act."

The Senate deletes Part I, Operating Budget, language provisions as follows:

**"Louisville Waterfront Development Corporation:** Included in the above Restricted Funds appropriation is \$420,800 in fiscal year 2004-2005 and \$420,800 in fiscal year 2005-2006 for the Louisville Waterfront Development Corporation."

**"Federal Research Laboratory:** Agencies within state government, including but not limited to the Economic Development Cabinet, the Council on Postsecondary Education, the Office of the Governor, and the state postsecondary institutions shall provide technical assistance and pool resources as necessary for the purpose of recruiting a federal research laboratory to the Commonwealth. The Department of Innovation and Commercialization for a Knowledge-Based Economy shall serve as the central point of contact and coordination for this effort."

**"Fayette County Community Ventures Corporation Initiatives:** Included in the above General Fund appropriation is \$100,000 in fiscal year 2005-2006 for the Small Business Administration, Microloan Loan Loss Reserve Program, and \$300,000 in fiscal year 2005-2006 for the Third Street Exchange Program for operating and development support."

**C - Economic Development Cabinet****Capital Budget****Secretary - Economic Development**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
<b>I. CAPITAL PROJECT RECAP BY FUND SOURCE</b>						
Restricted Funds	11,575,000	11,575,000		10,985,000	10,985,000	
Bond Funds		5,000,000	5,000,000			
<b>TOTAL CAPITAL</b>	<b>11,575,000</b>	<b>16,575,000</b>	<b>5,000,000</b>	<b>10,985,000</b>	<b>10,985,000</b>	
<b>II. CAPITAL PROJECTS</b>						
<b>1 New Economy High-Tech Investment/Construction Pool</b>						
PRJC36A0003						
Restricted Funds	11,575,000	11,575,000		10,985,000	10,985,000	
<b>Project Total</b>	<b>11,575,000</b>	<b>11,575,000</b>		<b>10,985,000</b>	<b>10,985,000</b>	
<b>2 Airport Relocation Assistance</b>						
PRJC36A0004						
Bond Funds		5,000,000	5,000,000			
<b>Project Total</b>		<b>5,000,000</b>	<b>5,000,000</b>			
<b>TOTAL CAPITAL</b>	<b>11,575,000</b>	<b>16,575,000</b>	<b>5,000,000</b>	<b>10,985,000</b>	<b>10,985,000</b>	

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**C - Economic Development Cabinet****Operating Budget****New Business Development**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>						
General Fund	1,556,100	1,556,100		1,556,100	1,556,100	
Restricted Funds	366,800	366,800		580,000	580,000	
<b>Regular Total Funds</b>	<b>1,922,900</b>	<b>1,922,900</b>		<b>2,136,100</b>	<b>2,136,100</b>	
Continuing						
<b>TOTAL FUNDS</b>	<b>1,922,900</b>	<b>1,922,900</b>		<b>2,136,100</b>	<b>2,136,100</b>	
<b>II. EXPENDITURE CATEGORY</b>						
Personnel Costs	1,501,100	1,501,100		1,601,100	1,601,100	
Operating Expenses	336,800	336,800		450,000	450,000	
Grants, Loans, Benefits	85,000	85,000		85,000	85,000	
<b>TOTAL EXPENDITURES</b>	<b>1,922,900</b>	<b>1,922,900</b>		<b>2,136,100</b>	<b>2,136,100</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>						
General Fund	1,556,100	1,556,100		1,556,100	1,556,100	
Restricted Funds	366,800	366,800		580,000	580,000	
<b>Regular Total Funds</b>	<b>1,922,900</b>	<b>1,922,900</b>		<b>2,136,100</b>	<b>2,136,100</b>	
Continuing						
<b>TOTAL BASE LEVEL</b>	<b>1,922,900</b>	<b>1,922,900</b>		<b>2,136,100</b>	<b>2,136,100</b>	

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02/28/05 8:00 AM

**Business Development**

**BILL AS INTRODUCED**

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

**HOUSE REPORT**

The House concurs with the Bill as Introduced.

**SENATE REPORT**

The Senate concurs with the House Report.



**C - Economic Development Cabinet****Operating Budget****Financial Incentives**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>						
General Fund	9,827,600	9,827,600		4,292,600	4,058,600	(234,000)
Restricted Funds	2,240,300	2,240,300		2,266,700	2,266,700	
<b>Regular Total Funds</b>	<b>12,067,900</b>	<b>12,067,900</b>		<b>6,559,300</b>	<b>6,325,300</b>	<b>(234,000)</b>
Continuing	(6,500,000)	(6,500,000)		1,501,700	1,501,700	
<b>TOTAL FUNDS</b>	<b>5,567,900</b>	<b>5,567,900</b>		<b>8,061,000</b>	<b>7,827,000</b>	<b>(234,000)</b>
<b>II. EXPENDITURE CATEGORY</b>						
Personnel Costs	2,228,400	2,228,400		2,272,400	2,272,400	
Operating Expenses	323,600	323,600		323,600	323,600	
Grants, Loans, Benefits	3,015,900	3,015,900		4,500,000	4,500,000	
Debt Service				965,000	731,000	(234,000)
<b>TOTAL EXPENDITURES</b>	<b>5,567,900</b>	<b>5,567,900</b>		<b>8,061,000</b>	<b>7,827,000</b>	<b>(234,000)</b>
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>						
General Fund	9,827,600	9,827,600		4,058,600	4,058,600	
Restricted Funds	2,240,300	2,240,300		2,266,700	2,266,700	
<b>Regular Total Funds</b>	<b>12,067,900</b>	<b>12,067,900</b>		<b>6,325,300</b>	<b>6,325,300</b>	
Continuing	(6,500,000)	(6,500,000)		1,501,700	1,501,700	
<b>TOTAL BASE LEVEL</b>	<b>5,567,900</b>	<b>5,567,900</b>		<b>7,827,000</b>	<b>7,827,000</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>						
General Fund				234,000		(234,000)
<b>TOTAL ADDITIONAL</b>				<b>234,000</b>		<b>(234,000)</b>
<b>V. ADDITIONAL BUDGET ITEMS</b>						
<b>1 NEW Debt Service</b>						
ABRC36D0001 Provide funds for debt service						
General Fund				234,000		(234,000)
<b>Project Total</b>				<b>234,000</b>		<b>(234,000)</b>
<b>TOTAL ADDITIONAL</b>				<b>234,000</b>		<b>(234,000)</b>

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**Financial Incentives**

**BILL AS INTRODUCED**

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

**"Debt Service:** Included in the above General Fund appropriation is \$731,000 in fiscal year 2005-2006 for debt service to support new bonds as set forth in Part II of this Act."

**"Carry Forward of General Fund Appropriation Balance for Bluegrass State Skills Corporation:** Notwithstanding KRS 45.229, the General Fund appropriation balance for fiscal year 2004-2005 and for fiscal year 2005-2006 for the Bluegrass State Skills Corporation shall not lapse and shall carry forward. The Corporation is authorized to extend an additional \$1,500,000 in training grant offers during the 2004-2006 biennium. In the event that such offers are made, and that disbursements are required to support those offers, funds shall be appropriated from the General Fund Surplus Account in an amount not to exceed \$1,500,000."

**"Lapse of Special Revenue Fund Accounts:** Balances remaining in the Special Revenue Fund accounts after all appropriations authorized in this bill are funded shall lapse to the Statewide Deferred Maintenance Fund at the end of each fiscal year."

**"Kentucky Investment Fund Act Tax Credits:** The total amount of Kentucky Investment Fund Act (KIFA) tax credits available to any single investment fund shall not exceed, in aggregate, \$1,300,000 for all investors and all taxable years. The total KIFA tax credits available for all investors in all investment funds shall not exceed \$5,000,000 per fiscal year."

The State/Executive Branch Budget Bill, Part II, Capital Budget, includes language provisions that direct:

**"Economic Development Bond Issues:** Before any economic development bonds are issued, the proposed bond issue shall be approved by the Secretary of the Finance and Administration Cabinet and the State Property and Buildings Commission under KRS 56.440 to 56.590. In addition to the terms and conditions of KRS 154.12-100, administration of the Economic Development Bond

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**Financial Incentives**

Program by the Secretary of the Cabinet for Economic Development is subject to the following guideline: project selection shall be documented when presented to the Secretary of the Finance and Administration Cabinet. Included in the documentation shall be the rationale for selection and expected economic development impact."

**"Permissible Use of Available KEDFA Funds:** Moneys available to the Kentucky Economic Development Finance Authority (KEDFA) under KRS 154.20-010 to 154.20-180 shall be used exclusively for the purposes of those statutes or as expressly provided for in this Act. Nothing in this Act shall prohibit the transfer of funds from KEDFA to the New Economy Program as set out in this Act."

**Seeding Innovation Project:** The Kentucky Economic Development Finance Authority Board is encouraged to work with the Department of Innovation and Commercialization for a Knowledge-Based Economy to provide up to \$500,000 each year of the 2004-2006 fiscal biennium to fund the Seeding Innovation Project for Kentucky's elementary and secondary schools.

**Commercialization and Innovation:** Notwithstanding any provisions of KRS 154.20-010 to 154.20-180 to the contrary, included in the Economic Development Bond Pool below is \$5,000,000 to support Department of Innovation and Commercialization for a Knowledge-Based Economy projects.

**HOUSE REPORT**

The House concurs with the Bill as Introduced with the following changes:

The House amends Part I, Operating Budget, language and appropriates an additional \$234,000 in General Fund debt service.

**"Debt Service:** Included in the above General Fund appropriation is \$965,000 in fiscal year 2005-2006 for debt service to support new bonds as set forth in Part II of this Act."

**SENATE REPORT**

The Senate concurs with the House Report with the following change:

The Senate amends a Part I, Operating Budget, language provision and reduces General Fund debt service \$234,000.

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**Financial Incentives**

**"Debt Service:** Included in the above General Fund appropriation is \$731,000 in fiscal year 2005-2006 for debt service to support new bonds as set forth in Part II of this Act."

**C - Economic Development Cabinet****Capital Budget****Financial Incentives**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
<b>I. CAPITAL PROJECT RECAP BY FUND SOURCE</b>						
Restricted Funds	2,250,000	2,250,000				
Bond Funds	20,000,000	15,000,000	(5,000,000)			
<b>TOTAL CAPITAL</b>	<b>22,250,000</b>	<b>17,250,000</b>	<b>(5,000,000)</b>			
<b>II. CAPITAL PROJECTS</b>						
<b>1</b>	<b>Economic Development Bond Program</b>					
PRJC36D0001						
Bond Funds	15,000,000	15,000,000				
<b>Project Total</b>	<b>15,000,000</b>	<b>15,000,000</b>				
<b>2</b>	<b>Purchase Regional Industrial Park</b>					
PRJC36D0004						
Restricted Funds	2,250,000	2,250,000				
<b>Project Total</b>	<b>2,250,000</b>	<b>2,250,000</b>				
<b>3</b>	<b>Airport Relocation Assistance</b>					
PRJC36D0005						
Bond Funds	5,000,000		(5,000,000)			
<b>Project Total</b>	<b>5,000,000</b>		<b>(5,000,000)</b>			
<b>TOTAL CAPITAL</b>	<b>22,250,000</b>	<b>17,250,000</b>	<b>(5,000,000)</b>			

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**C - Economic Development Cabinet****Operating Budget****Existing Business Development**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>						
General Fund	2,722,300	2,722,300		2,852,300	2,852,300	
Restricted Funds	438,600	438,600		440,600	440,600	
Federal Funds	155,400	155,400		155,400	155,400	
<b>Regular Total Funds</b>	<b>3,316,300</b>	<b>3,316,300</b>		<b>3,448,300</b>	<b>3,448,300</b>	
Continuing						
<b>TOTAL FUNDS</b>	<b>3,316,300</b>	<b>3,316,300</b>		<b>3,448,300</b>	<b>3,448,300</b>	
<b>II. EXPENDITURE CATEGORY</b>						
Personnel Costs	2,638,500	2,638,500		2,808,900	2,808,900	
Operating Expenses	627,800	627,800		589,400	589,400	
Grants, Loans, Benefits	50,000	50,000		50,000	50,000	
<b>TOTAL EXPENDITURES</b>	<b>3,316,300</b>	<b>3,316,300</b>		<b>3,448,300</b>	<b>3,448,300</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>						
General Fund	2,722,300	2,722,300		2,852,300	2,852,300	
Restricted Funds	438,600	438,600		440,600	440,600	
Federal Funds	155,400	155,400		155,400	155,400	
<b>Regular Total Funds</b>	<b>3,316,300</b>	<b>3,316,300</b>		<b>3,448,300</b>	<b>3,448,300</b>	
Continuing						
<b>TOTAL BASE LEVEL</b>	<b>3,316,300</b>	<b>3,316,300</b>		<b>3,448,300</b>	<b>3,448,300</b>	

**Fiscal Biennium 2004-2006  
Budget Modification Report**

02/28/05 8:00 AM

**Community Development**

**BILL AS INTRODUCED**

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

**HOUSE REPORT**

The House concurs with the Bill as Introduced.

**SENATE REPORT**

The Senate concurs with the House Report.